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QUOTA EXCHANGE

The tenth and last butterfat Quota Exchange of the 2004-2005 dairy year was conducted on June 15, 2005. There was no market-clearing price for unused quota. The market-clearing price for used quota was **$68.00**. The results of the June 2005 Quota Exchange are outlined in the following Tables.

The first monthly Quota Exchange for the 2005-2006 dairy year will be held on September 15, 2005. All offers to sell and bids to purchase quota through the Quota Exchange must be received at the Board office by midnight, September 6, 2005. The Board recommends that offers and bids be submitted well in advance of the deadline date to ensure adequate time for corrections, if necessary.

Just a reminder to producers that when making bids on the Quota Exchange, the price on offers to sell quota is the minimum price that the producer is prepared to accept for that quota. Only if the market-clearing price is equal to or greater than the producer's minimum price will that producer qualify for participation in the Exchange.

Conversely, the price on offers to purchase quota is the maximum price that the producer is prepared to pay for that quota. Only if the market-clearing price is equal to or less than the producer's maximum price will that producer qualify for participation in the Exchange.

Please note that the clearing price is established at the price where the smallest difference exists between the accumulated volume offered for sale and the accumulated volume bid to purchase. To determine the clearing price of Total Production Quota, the bids to buy may be adjusted to five percent of annual production quota issued. This is necessary to avoid price distortion from excessively large bids.

TABLE I

UNUSED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	$ ———
Kilograms offered to Purchase – total	3,000
Kilograms offered to purchase at 5% adjustment	0
Kilograms offered to Sell	8,655
Kilograms sold	———
Number of Producers	
- offered to purchase	1
- purchased quota	0
- offered to sell	29
- sold quota	0

UNUSED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
65.00	2	2	350	350	-2,650	3,000	3,000	1	1
70.00	1	3	110	460	460	0	0	0	0
75.00	7	10	1,627	2,087	2,087	0	0	0	0
76.50	3	13	1,088	3,175	3,175	0	0	0	0
80.00	1	14	1,500	4,675	4,675	0	0	0	0
83.00	10	24	2,858	7,533	7,533	0	0	0	0
85.00	5	29	1,122	8,655	8,655	0	0	0	0

TABLE II

USED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	**$68.00**
Kilograms offered to Purchase – total	**33,300**
Kilograms offered to Purchase – adjusted	**27,643**
Kilograms offered to Sell	**10,186**
Kilograms sold	**4,000**
Number of Producers	
- offered to purchase	**8**
- purchased quota	**1**
- offered to sell	**18**
- sold quota	**8**

USED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
58.00	0	0	0	0	-27,643	27,643	4,000	8	1
59.40	3	3	1,618	1,618	-22,025	23,643	0	7	0
60.00	0	3	0	1,618	-22,025	23,643	4,000	7	1
62.00	3	6	2,245	3,863	-15,780	19,643	4,000	6	1
64.00	0	6	0	3,863	-11,780	15,643	4,000	5	1
65.00	1	7	400	4,263	-7,380	11,643	0	4	0
66.00	0	7	0	4,263	-7,380	11,643	7,643	4	3
67.00	1	8	80	4,343	343	4,000	0	1	1
68.00	**0**	**8**	**0**	**4,343**	**343**	**4,000**	**4,000**	**1**	**1**
69.00	3	11	2,125	6,468	0	0	0	0	
70.00	7	18	3,718	10,186	10,186	0	0	0	0

BUTTERFAT PRODUCTION AND COMPONENT PRICING, MAY 2005

Butterfat production for May 2005 totalled approximately 705,291 kilograms. This was higher than April 2005 shipments. For the first ten months of the 2004-2005 dairy year, Saskatchewan's allocation of Total Production Quota totalled 6,868,367 kilograms.

In the first ten months, the province has shipped 99.20% of that amount. The weighted average component tests and prices for the province in May are indicated in Table III.

TABLE III

Components	Average Test	Price per kilogram Class 2 to 5	Price per kilogram Class 1
Butterfat	3.7378	$9.8533	$5.30/kg
Protein	3.2549	$6.8533	$49.63 ($/hl)
Other solids (S.N.F.)	5.7904	$0.9631	$49.63 ($/hl)

Based on the average component tests for the province, the average price received was $66.9079 per hectolitre.

SASKATCHEWAN MILK POOL RESULTS May 2005
TABLE IV

Milk Sale Revenue	$ 12,676,866.63
Western Milk Pool	$ 22,487.63
Dairy Farmers of Canada Skim Off	$ - 17,020.86
Plant of Last Resort Service	$ - 57,410.38
Total Pool Value	**$ 12,624,923.02**

ACCOUNTING VALUES FOR CLASSES OF MILK – June 2005
TABLE V

	Butterfat ($/kg.)	**Skim value ($/hl)**	
Class 1a	$5.30	$50.61	
Class 1b	$5.30	$50.61	
Class 1c	$5.30	$44.50	
	Butterfat ($/kg.)	**Protein ($/kg.)**	**Other Solids ($/kg)**
Class 2	$7.2333	$5.1141	$5.1141
Class 3a	$7.2333	$11.9171	$0.7978
Class 3b	$7.2333	$11.6866	$0.7832
Class 4a, 4b, 4d & 4d(i)	$7.2333	$4.7347	$4.7347
Class 4a(i)	$7.2333	$1.2500	$1.2500
Class 4c	$7.2333	$3.9612	$3.9612
Class 4m	$0.00	$0.00	$0.00
Class 5a	$4.6225	$6.9667	$0.2867
Class 5b	$4.6225	$2.0922	$2.0922
Class 5c	$3.3740	$2.0000	$2.0000
Class 5d	**As determined by**	**the CDC**	

QUOTA MANAGEMENT TABLES

As part of this mail-out, the Board is providing each producer with butterfat and quota management Tables showing actual kilograms of milk and butterfat production and utilization for May of the 2004-2005 dairy year. These Tables also indicate the percentage of each producer's quota allocation utilized as well as the kilograms of butterfat produced by these shipments.

The Board will continue to provide these Tables on a monthly basis. We hope this information will assist producers with their management decisions regarding the utilization of their butterfat quota. If you have any questions concerning the information provided, please contact our office.

COMPONENT PRICING SPREADSHEET

Considerable interest was expressed in Dr. David Christensen's full component pricing of all milk spreadsheet presentation at the spring round of producer meetings. Several producers indicated an interest in learning more about its use, and its possible application to their dairy operations.

In response to this expression of interest, Dr. Christensen is prepared to conduct workshops in Saskatoon and/or Regina if sufficient numbers of producers indicate a willingness to participate.

The Board is also prepared to have staff available to provide a detailed explanation of producer's quota management sheets and their use in managing future production.

Please notify Dr. Christensen directly at (306) 966-4152 or the Board office at (306) 787-5319 if you would like to participate in a workshop.

QUOTA LISTING SERVICE

The Board offers a free quota listing service as part of its Newsletter. Anyone wishing to sell or purchase quota and/or cows or swap quota is welcome to contact the Board office at (306) 787-5319. All prices and negotiations will be independent of the Milk Control Board.

Quota for Sale

- Farm with cows and quota for sale. Call Tim Heatwole @ (306) 232-4931
- Holstein cows and quota. Call Perry or Preston Haanen @ (306) 329-4604 or 329-4981
- Quota and cows for sale (approx. 14,000 kgs). Call Jerome Fisher @ (306) 365-4674
- Cows and quota for sale August 1, 2005. Call John or Vicki Thiessen @ (306) 946-2339

Wanted to buy or swap

- Ian Phillips would like to buy 5,000 kilograms of unused quota and/or swap used for unused. Will trade cows. Phone (306) 933-4567

Would like to swap used for unused

• Butte Colony – Mike Wurz	Phone (306) 298-4445	
• Dennis Knittig	Phone (306) 598-2054	500 – 750 kgs
• Beechy Colony - Dan Hofer	Phone (306) 859-4606	
• Ray Francis	Phone (306) 694-0883	
• Roy Knelson	Phone (306) 773-9160	approximately 125 kgs (also heifers for sale)
• Rynview Farms	Phone (306) 931-3268	500 kgs
• Box Elder Colony – Danny	Phone (403) 502-9997	900 kgs
• Bench Colony – Levi Wurz	Phone (306) 297-3270	
• Dale Neudorf	Phone (306) 225-5880	3000 kgs
• Hodgeville Colony – Paul	Phone (306) 677-2232	500 kgs
• Ferch Farms	Phone (306) 736-2205	
• Sandlake Colony - Joe or Willie	Phone (306) 298-2068	approximately 700 kgs
• Leask Colony - Darius or Tim	Phone (306) 466-2303	
• Earview Colony - Dave	Phone (306) 672-3516	
• Rosetown Colony - Philip	Phone (306) 882-3112	
• Springlake Colony - Jake	Phone (306) 627-3326	
• Simon Hiemstra	Phone (306) 493-2371	
• Darrel & Warren Fisher	Phone (306) 725-4280	
• West Bench Colony - Joe	Phone (306) 295-4135	800 - 1000 kgs
• Emile Marquette	Phone (306) 327-5736	
• Florian Hagman	Phone (306) 749-2879	
• Roger Genoway	Phone (306) 593-2289	
• Stan or Jayden Sinclair	Phone (306) 332-4220	approximately 1,000 kgs
• Bob Penrose	Phone (306) 946-2268	
• Andy Szejvolt	Phone (306) 382-6917	
• Henry Ens	Phone (306) 239-4304	
• Jim Ross	Phone (306) 697-2232	
• Daryl Maurer	Phone (306) 697-3121 Phone #2 (306) 697-3169	500 – 700 kgs
• Sovereign Colony - Tim	Phone (306) 882-2447	approximately 1,000 kgs
• Hodgeville Colony – Paul	Phone (306) 677-2232	approximately 500 kgs

For Sale

- Fresh and springing cows and heifers
  - contact Mark Johnson (306) 725-4042

- Dairy Hay and 6 Holstein heifers to calve in October or November
  - contact Martin Sondergaard (306) 547-2205

- 8 Holstein heifers calving approximately September 15th and 23 open heifers

- contact Del Mealing (306) 693-2543

- 1995 Muller Bulk Tank 2000 gallon
  - contact Kevin Lischka at (306) 487-2663 or (306) 487-3227

- 20 head of young Holstein cows and bred heifers and 4 breeding age bulls
  - contact Les Fornwald at (306) 487-2784

- A Westfalian Systemat Tank 1000 gallon
  - contact Earl or Scott at Eaglewood Holsteins at (306) 329-4394

MILK CONTROL BOARD MEMBERS

Leonard Blocka, Chairman	Dairy producer
Dr. David Christensen	Dairy researcher/professor U of S
Joseph Guenther	Dairy producer
David Finlay	Dairy producer
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Joanne Mortenson	Processor representative

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